

DPD-8670-59

21 December 1959

MEMORANDUM FOR : Audit Liaison Officer
SUBJECT : Perkin-Elmer Corporation - ARGON

1. On 18 December 1959, [] of Fairchild stated that [] of Perkin-Elmer Corporation noted a problem with regard to the audit of cost for some lenses diverted from the [] to the ARGON Program.

2. Apparently, the difficulty occurred in transferring the lenses from the [] to the A Program and subsequently, producing additional lenses to replace them. Accordingly, Charlie was concerned that the reasonableness of the allocation of cost to each job might be questioned by the local resident auditor. Charlie proposes to combine all costs for both production runs and establish a unit price per lenses which will be charged to each customer.

3. I advised [] to assure Perkin-Elmer that arrangements could be made to assure that this question would not be raised by the resident auditor. I will be glad to discuss this with you at your convenience.

[]
Contracting Officer, DPD

DPD-DD/P [] :pf

Distribution:

1 - Audit Liaison Officer

1 - []

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